



# State of Utah Financial Highlights

Fiscal Year Ended June 30, 2005

**Utah!**  
Where ideas connect

<b>GENERAL FUND SURPLUS</b> .....	<b>\$ 24,627,000</b>
<b>PERCENTAGE OF GENERAL FUND BUDGET</b> .....	<b>1.31%</b>
<b>UNIFORM SCHOOL FUND SURPLUS</b> .....	<b>\$ 81,046,000</b>
<b>PERCENTAGE OF UNIFORM SCHOOL FUND BUDGET</b> .....	<b>4.32%</b>

## MAJOR STATE REVENUE SOURCES

(Does not include federal and restricted revenues unless indicated)

	<u>Fiscal 2005</u>	<u>Fiscal 2004</u>	<u>Percent Change</u>
<b>General Fund</b>			
Sales Tax .....	\$ 1,634,522,000	\$ 1,501,938,000	8.8 %
Licenses, Fees and Permits .....	\$ 17,940,000	\$ 18,131,000	(1.1)%
Cigarette, Tobacco and Beer Taxes .....	\$ 61,941,000	\$ 62,813,000	(1.4)%
Mineral Lease (Federal).....	\$ 82,704,000	\$ 67,216,000	23.0 %
Insurance Premium Tax .....	\$ 67,359,000	\$ 62,424,000	7.9 %
Mining, Oil and Gas Taxes.....	\$ 64,932,000	\$ 42,686,000	52.1 %
Investment Income.....	\$ 13,602,000	\$ 5,505,000	147.1 %
Liquor Profit.....	\$ 38,067,000	\$ 37,127,000	2.5 %
<b>Uniform School Fund</b>			
Individual Income Tax.....	\$ 1,934,028,000	\$ 1,699,638,000	13.8 %
Corporate Franchise and Gross Receipts Taxes.....	\$ 206,730,000	\$ 162,860,000	26.9 %
<b>State Sales Tax Restricted</b>			
For Local Government Highways, Water Loans, Conservation and Other Programs .....	\$ 45,390,000	\$ 42,072,000	7.9 %

## MAJOR PROGRAMS

(Includes expenditures from federal and restricted revenue sources)

	<u>Fiscal 2005 Expenditures</u>	<u>Fiscal 2004 Expenditures</u>	<u>Percent Change</u>
Public Education .....	\$ 2,177,845,000	\$ 2,044,374,000	6.5 %
Higher Education .....	\$ 997,446,000	\$ 922,340,000	8.1 %
Health – Medical Assistance .....	\$ 1,397,207,000	\$ 1,274,428,000	9.6 %
Workforce Services .....	\$ 420,067,000	\$ 398,542,000	5.4 %
Corrections – Adult .....	\$ 193,613,000	\$ 187,656,000	3.2 %
Human Services – Child and Family Services.....	\$ 133,674,000	\$ 127,707,000	4.7 %
Human Services – People with Disabilities.....	\$ 159,093,000	\$ 153,194,000	3.9 %
Natural Resources .....	\$ 124,993,000	\$ 126,900,000	(1.5)%
Public Safety.....	\$ 137,931,000	\$ 124,599,000	10.7 %
State Courts .....	\$ 106,276,000	\$ 101,063,000	5.2 %

## HIGHWAY CONSTRUCTION AND MAINTENANCE

	<u>Fiscal 2005</u>	<u>Fiscal 2004</u>	<u>Percent Change</u>
<b>Major Funding Sources</b>			
Motor and Special Fuel Taxes.....	\$ 335,321,000	\$ 326,088,000	2.8 %
Vehicle Registration and Permits <sup>(1)</sup> .....	\$ 85,255,000	\$ 81,690,000	4.4 %
Federal Funds <sup>(2)</sup> .....	\$ 241,610,000	\$ 239,130,000	1.0 %
General Fund Transfers to Transportation Fund.....	\$ 88,000	\$ 150,000	(41.3)%
General Fund Transfers to Centennial Highway Fund.....	\$ 59,595,000	\$ 59,595,000	0.0 %
<b>Major Transportation Expenditures</b>			
Highway Construction <sup>(3)</sup> .....	\$ 446,261,000	\$ 471,030,000	(5.3)%
Highway Maintenance.....	\$ 101,112,000	\$ 85,517,000	18.2 %
Local B&C Roads .....	\$ 114,529,000	\$ 110,222,000	3.9 %

(1) Includes vehicle registration fees of \$20,422,000 and \$19,633,000 from the Centennial Highway Fund in fiscal years 2005 and 2004.

(2) Includes federal funds of \$44,282,000 and \$34,389,000 from the Centennial Highway Fund in fiscal years 2005 and 2004.

(3) Includes expenditures of \$152,953,000 and \$197,630,000 from the Centennial Highway Fund in fiscal years 2005 and 2004.

# State of Utah Financial Highlights

## Appropriations Limitation

By statute, the total of the amount appropriated from the General Fund plus the income tax revenues appropriated for higher education is limited to the growth in population and inflation.

	<u>Fiscal 2006 <sup>(1)</sup></u>	<u>Fiscal 2005</u>
Appropriations Limitation .....	\$ 2,071,914,000	\$ 1,956,584,000
Actual Appropriations <sup>(2)</sup> .....	\$ 2,002,822,000	\$ 1,868,393,000
Under the Limit.....	\$ 69,092,000	\$ 88,191,000

(1) Preliminary – amounts may be adjusted by subsequent appropriations.

(2) By law, the appropriations do not include amounts for debt service, emergency expenditures, amounts from other than unrestricted revenue sources, transfers to Budget Reserve Accounts (Rainy Day Funds), capital developments meeting certain criteria, or General Fund appropriations to the Transportation Investment Fund.

## General Obligation Bonds

### Activity in Fiscal Year 2005–2006 to date

General Obligation Bonds Payable at June 30, 2005 (Net).....	\$ 1,587,804,000
Principal Payment July 1, 2005 .....	(137,120,000)
Amortization of Premium and Deferred Amount on Refunding July 1 through November 30, 2005 .....	(5,766,000)
General Obligation Bonds Payable at November 30, 2005 (Net).....	<u>1,444,918,000</u>

<b>Constitutional Bonding Limit</b> (1.5% of the total taxable property fair market value).....	<u>2,784,303,000</u>
Additional Constitutional Bonding Capacity <sup>(1)</sup> .....	<u>\$ 1,335,926,000</u>

<b>Statutory Bonding Limit</b> (45% of the fiscal year 2006 Appropriations Limitation).....	\$ 932,361,000
Bonds Subject to Limitation (Net)(\$881,586,000 of net highway bonds are exempt) .....	(563,331,000)
Additional Statutory Bonding Capacity <sup>(1)</sup> .....	<u>\$ 369,030,000</u>

### The State of Utah's Triple/Triple Bond Rating is the best possible

Fitch .....	AAA
Moody's.....	Aaa
Standard & Poor's .....	AAA

(1) The State has an additional \$52,346,900 in bonds authorized but not issued, which when sold will reduce bonding capacity.

## Status of Selected Funds Fiscal Year 2005

### School Trust Fund

This is a permanent fund established by the State Constitution. Certain investment earnings are paid to the Uniform School Fund for the support of public schools. The remaining income is reinvested to build balances in the School Trust Fund and enhance future earnings.

Beginning Fund Balance .....	\$ 458,908,000
Income from Land Use.....	58,785,000
Gain on Sale of Land.....	11,845,000
Change in Fair Value of Investments.....	<u>24,309,000</u>
Ending Fund Balance .....	<u>\$ 553,847,000</u>
Investment Income Paid to Uniform School Fund .....	\$ 13,909,000

### Budget Reserve Accounts (Rainy Day Funds)

The Budget Reserve Accounts combined can retain up to a maximum of 6% of the combined General Fund and Uniform School Fund appropriations for a given fiscal year. The combined maximum limit is \$238,661,000.

<u>General Fund Budget Reserve Account</u>	
Beginning Reserve Balance.....	\$ 53,585,000
Investment Income .....	1,282,000
Tobacco Settlement Receipts.....	8,506,000
Transfers from General Fund.....	<u>42,241,000</u>
Ending Reserve Balance.....	<u>\$ 105,614,000</u>

<u>Education Budget Reserve Account</u>	
Beginning Reserve Balance.....	\$ 13,273,000
Investment Income .....	254,000
Transfer from Uniform School Fund ..	<u>27,015,000</u>
Ending Reserve Balance .....	<u>\$ 40,542,000</u>